



Fidante Daily Digest

News bulletin on alternative investment companies

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This is a marketing communication. Author: Martin McCubbin

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IMPACT SCORE

Our impact score reflects our own assessment of how the news would affect the company's stock. It focuses on the potential future impact on discount/premium and performance dynamics that are likely to arise as a result of the news. It is not indicative of the company's overall health and performance and is not directional (positive/negative). A high impact score can mean either adverse or positive impact, hence readers must make their own judgment with regards to this.

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3 HGT – HgCapital Trust – Sale of Foundry

Single manager private equity fund investing in European mid-market buyouts

- The manager has announced the sale of Foundry, a leading global developer of high-end visual effects and 3D design software to Roper Technologies, a leading diversified technology company, for £410m in cash. Foundry was founded in 1996 and is headquartered in London, with offices in Manchester and Austin. It has more than 6,000 customers in over 100 countries and employs around 300 people. The manager invested in Foundry from the Hg7 fund in 2015, since when it has worked with Foundry's management team to broaden the strategy, invest in its product offering across Media & Entertainment and accelerate the growth of the company's Digital Design division.
- Based on the 28 February 2019 reported NAV, following completion of this transaction the pro forma NAV of HGT is expected to be £798.6m (or 2139.6pps, an uplift of 1.3% on the reported NAV as at the end of February 2019). HGT will realise estimated cash proceeds of around £28.0m. Liquid resources available for future deployment are estimated to be £144m (18% of the pro forma 28 February 2019 NAV).

2 HWSL – Hadrian's Wall Secured Investments – Portfolio update

Invests in UK commercial loans secured by equipment, real estate and trade receivables

- As announced in November 2018, HWSL has entered into a £25m revolving loan facility agreement with Shawbrook Bank. The company continues to see, through its investment adviser, strong demand from UK SMEs for loan financing and has started to draw on the facility to fund new loans. HWSL will continue to monitor liquidity and investment opportunities, which may include raising further equity capital in order to finance the ongoing pipeline of opportunities and/or to pay down amounts drawn under the facility.

Credit/lending NAV performance

- TwentyFour Income (TFIF) NAV as at 15-Mar-19 (112.77pps) was up 0.26pps (0.23%) since the last NAV on 8-Mar-19, up 0.63% month-to-date and up 1.06% year-to-date.

Hedge fund NAV performance

- Sanditon (SIT) NAV as at 15-Mar-19 (92.74pps) was down 0.10pps (0.11%) since the last NAV on 8-Mar-19 and down 0.70% year-to-date.

Private equity NAV performance

- NB Private Equity (NBPE) NAV as at 28-Feb-19 (\$17.48 per share) was down \$0.06 per share (0.34%) in February and up 0.56% year-to-date.

Share buybacks and issuance

- Alcentra European Floating Rate Income (AEFS) bought back 104,443 shares at 97.58pps on 18-Mar-19.
- Capital Gearing Trust (CGT) issued 7,000 shares at 4121pps on 18-Mar-19.
- CQS New City High Yield (NCYF) issued 1,000,000 shares at 57.5pps on 15-Mar-19.
- Funding Circle SME Income (FCIF) bought back 405,000 shares at 85.4pps on 18-Mar-19.
- JPMorgan Global Convertibles Income (JGCI) bought back 100,000 shares at 88.07pps on 18-Mar-19.
- NB Global Floating Rate Income (NBLS) bought back 2,000,000 GBP shares at 89.3151pps and 300,000 USD shares at \$0.92 per share on 18-Mar-19.
- P2P Global Investments (P2P) bought back 10,000 shares at 812.1pps on 18-Mar-19.
- Personal Assets (PNL) issued 1,800 shares at 40350pps on 18-Mar-19.
- Renewables Infrastructure Group (TRIG) issued 939,844 shares at 107.275pps in accordance with the terms of the management fee arrangements, with admission and the start of trading in the new shares expected on 29-Mar-19.
- VPC Specialty Lending (VSL) bought back 325,000 shares at 73.0pps on 18-Mar-19.

*Current corporate client of Fidante Capital.

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